SECOND REGULAR SESSION SENATE COMMITTEE SUBSTITUTE FOR

SENATE BILLS NOS. 586 & 617

95TH GENERAL ASSEMBLY

Reported from the Committee on the Judiciary and Civil and Criminal Jurisprudence, February 1, 2010, with recommendation that the Senate Committee Substitute do pass.

TERRY L. SPIELER, Secretary.

 $3570\mathrm{S.}02\mathrm{C}$

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AN ACT

To amend chapter 573, RSMo, by adding thereto six new sections relating to sexually oriented businesses, with penalty provisions and a severability clause.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Chapter 573, RSMo, is amended by adding thereto six new sections, to be known as sections 573.525, 573.528, 573.531, 573.534, 573.537, and 573.540, to read as follows:

573.525. 1. It is the purpose of sections 573.525 to 573.537 to regulate sexually oriented businesses in order to promote the health, safety, and general welfare of the citizens of this state, and to establish reasonable and uniform regulations to prevent the deleterious 5 secondary effects of sexually oriented businesses within the state. The provisions of sections 573.525 to 573.537 have neither the purpose nor effect of imposing a limitation or restriction on the content or reasonable access to any communicative materials, including sexually 9 oriented materials. Similarly, it is neither the intent nor effect of 10 sections 573.525 to 573.537 to restrict or deny access by adults to sexually oriented materials protected by the first amendment, or to 11 deny access by the distributors and exhibitors of sexually oriented 12entertainment to their intended market. Neither is it the intent nor 14 effect of sections 573.525 to 573.537 to condone or legitimize the distribution of obscene material. 15

- 2. The general assembly finds that:
- 17 (1) Sexually oriented businesses, as a category of commercial 18 enterprises, are associated with a wide variety of adverse secondary 19 effects, including but not limited to personal and property crimes,

- prostitution, potential spread of disease, lewdness, public indecency,
 obscenity, illicit drug use and drug trafficking, negative impacts on
- 22 surrounding properties, urban blight, litter, and sexual assault and
- 23 exploitation;

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- (2) Sexually oriented businesses should be separated from sensitive land uses to minimize the impact of their secondary effects upon such uses, and should be separated from other sexually oriented businesses, to minimize the secondary effects associated with such uses and to prevent an unnecessary concentration of sexually oriented businesses in one area;
- (3) Each of the foregoing negative secondary effects constitutes 30 a harm which the state has a substantial interest in preventing or 31 abating, or both. Such substantial government interest in preventing 32secondary effects, which is the state's rationale for sections 573.525 to 33 573.537, exists independent of any comparative analysis between 34sexually oriented and nonsexually oriented businesses. Additionally, 3536 the state's interest in regulating sexually oriented businesses extends 37to preventing future secondary effects of current or future sexually 38 oriented businesses that may locate in the state.

573.528. For purposes of sections 573.525 to 573.537, the following terms shall mean:

- (1) "Adult bookstore" or "adult video store", a commercial establishment which, as one of its principal business activities, offers for sale or rental for any form of consideration any one or more of the following: books, magazines, periodicals, or other printed matter, or photographs, films, motion pictures, video cassettes, compact discs, digital video discs, slides, or other visual representations which are characterized by their emphasis upon the display of specified sexual activities or specified anatomical areas. A "principal business activity" exists where the commercial establishment:
 - (a) Has a substantial portion of its displayed merchandise which consists of such items; or
- 14 (b) Has a substantial portion of the wholesale value of its 15 displayed merchandise which consists of such items; or
- 16 (c) Has a substantial portion of the retail value of its displayed 17 merchandise which consists of such items; or
- 18 (d) Derives a substantial portion of its revenues from the sale or

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19 rental, for any form of consideration, of such items; or

- (e) Maintains a substantial section of its interior business space for the sale or rental of such items; or
- 22 (f) Maintains an adult arcade. "Adult arcade" means any place to which the public is permitted or invited wherein coin-operated or slug-23 operated or electronically, electrically, or mechanically controlled still 24or motion picture machines, projectors, or other image-producing 25devices are regularly maintained to show images to five or fewer 26persons per machine at any one time, and where the images so 27displayed are characterized by their emphasis upon matter exhibiting 2829specified sexual activities or specified anatomical areas;
 - (2) "Adult cabaret", a nightclub, bar, juice bar, restaurant, bottle club, or other commercial establishment, regardless of whether alcoholic beverages are served, which regularly features persons who appear semi-nude;
 - (3) "Adult motion picture theater", a commercial establishment where films, motion pictures, video cassettes, slides, or similar photographic reproductions, which are characterized by their emphasis upon the display of specified sexual activities or specified anatomical areas are regularly shown to more than five persons for any form of consideration;
 - (4) "Characterized by", describing the essential character or dominant theme of an item. As applied in sections 573.525 to 573.537, no business shall be classified as a sexually oriented business by virtue of showing, selling, or renting materials rated NC-17 or R by the Motion Picture Association of America;
- (5) "Employ", "employee", or "employment", describe and pertain to any person who performs any service on the premises of a sexually oriented business, on a full-time, part-time, or contract basis, whether or not the person is denominated an employee, independent contractor, agent, or otherwise. Employee does not include a person exclusively on the premises for repair or maintenance of the premises or for the delivery of goods to the premises;
 - (6) "Establish" or "establishment", any of the following:
- 53 (a) The opening or commencement of any sexually oriented business as a new business:
- 55 (b) The conversion of an existing business, whether or not a

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sexually oriented business, to any sexually oriented business; or 56

- 57 (c) The addition of any sexually oriented business to any other 58existing sexually oriented business;
 - (7) "Influential interest", any of the following:
- 60 (a) The actual power to operate the sexually oriented business or control the operation, management, or policies of the sexually 61 oriented business or legal entity which operates the sexually oriented 62 business; 63
 - (b) Ownership of a financial interest of thirty percent or more of a business or of any class of voting securities of a business; or
 - (c) Holding an office, such as president, vice president, secretary, treasurer, managing member, or managing director, in a legal entity which operates the sexually oriented business;
- (8) "Nudity" or "state of nudity", the showing of the human male or female genitals, pubic area, vulva, anus, anal cleft, or cleavage with less than a fully opaque covering, or the showing of the female breast 72with less than a fully opaque covering of any part of the nipple or 73 areola;
- (9) "Operator", any person on the premises of a sexually oriented business who causes the business to function or who puts or keeps in 76 operation the business or who is authorized to manage the business or exercise overall operational control of the business premises. A person 77 78may be found to be operating or causing to be operated a sexually oriented business whether or not such person is an owner, part owner, or licensee of the business;
- (10) "Premises", the real property upon which the sexually 82 oriented business is located, and all appurtenances thereto and buildings thereon, including but not limited to the sexually oriented business, the grounds, private walkways, and parking lots or parking 84 garages or both, adjacent thereto, under the ownership, control, or supervision of the licensee, as described in the application for a 86 sexually oriented business license;
- (11) "Regularly", the consistent and repeated doing of the act so 88 89 described;
- 90 (12) "Semi-nude" or "state of semi-nudity", the showing of the female breast below a horizontal line across the top of the areola and 91 extending across the width of the breast at such point, or the showing 92

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- 93 of the male or female buttocks. Such definition includes the lower 94 portion of the human female breast, but shall not include any portion 95 of the cleavage of the human female breasts exhibited by a bikini, 96 dress, blouse, shirt, leotard, or similar wearing apparel provided the 97 areola is not exposed in whole or in part;
- 98 (13) "Semi-nude model studio", a place where persons regularly 99 appear in a state of semi-nudity for money or any form of consideration 100 in order to be observed, sketched, drawn, painted, sculptured, 101 photographed, or similarly depicted by other persons. Such definition 102 shall not apply to any place where persons appearing in a state of semi-103 nudity do so in a modeling class operated:
 - (a) By a college, junior college, or university supported entirely or partly by taxation;
 - (b) By a private college or university which maintains and operates educational programs in which credits are transferable to a college, junior college, or university supported entirely or partly by taxation; or
- 110 (c) In a structure:
- a. Which has no sign visible from the exterior of the structure and no other advertising that indicates a semi-nude person is available for viewing; and
- b. Where, in order to participate in a class, a student must enroll
 at least three days in advance of the class;
- 116 (14) "Sexual encounter center", a business or commercial 117 enterprise that, as one of its principal purposes, purports to offer for 118 any form of consideration, physical contact in the form of wrestling or 119 tumbling between persons of the opposite sex when one or more of the 120 persons is semi-nude;
- 121 (15) "Sexually oriented business", an adult bookstore or adult 122 video store, an adult cabaret, an adult motion picture theater, a semi-123 nude model studio, or a sexual encounter center;
- 124 (16) "Specified anatomical areas":
- 125 (a) Less than completely and opaquely covered: human genitals, 126 pubic region, buttock, and female breast below a point immediately 127 above the top of the areola; and
- 128 (b) Human male genitals in a discernibly turgid state, even if 129 completely and opaquely covered;

- 130 (17) "Specified criminal act", any of the following specified 131 offenses for which less than eight years has elapsed since the date of 132 conviction or the date of release from confinement for the conviction, 133 whichever is later:
 - (a) Rape and sexual assault offenses;
- 135 (b) Sexual offenses involving minors;
- 136 (c) Offenses involving prostitution;
- 137 (d) Obscenity offenses;
- 138 (e) Offenses involving money laundering;
- 139 (f) Offenses involving tax evasion;
- 140 (g) Any attempt, solicitation, or conspiracy to commit one of the 141 offenses listed in paragraphs (a) to (f) of this subdivision; or
- 142 (h) Any offense committed in another jurisdiction which if 143 committed in this state would have constituted an offense listed in 144 paragraphs (a) to (g) of this subdivision;
- 145 (18) "Specified sexual activity", any of the following:
- 146 (a) Intercourse, oral copulation, masturbation, or sodomy; or
- 147 (b) Excretory functions as a part of or in connection with any of 148 the activities described in paragraph (a) of this subdivision;
- 149 (19) "Substantial", at least thirty percent of the item or items so 150 modified;
- 151 (20) "Viewing room", the room, booth, or area where a patron of 152 a sexually oriented business would ordinarily be positioned while 153 watching a film, video cassette, digital video disc, or other video 154 reproduction.
- 573.531. 1. No person shall establish a sexually oriented business within one thousand feet of any preexisting primary or secondary school, house of worship, state-licensed day care facility, public library, public park, residence, or other sexually oriented business. This subsection shall not apply to any sexually oriented business lawfully established prior to the effective date of sections 573.525 to 573.537. For purposes of this subsection, measurements shall be made in a straight line, without regard to intervening structures or objects, from the closest portion of the parcel containing the sexually oriented business to the closest portion of the parcel containing the preexisting primary or secondary school, house of worship, state-licensed day care facility, public library, public park, residence, or other sexually

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13 oriented business.

- 2. No person shall establish a sexually oriented business if a person with an influential interest in the sexually oriented business has been convicted of or pled guilty or nolo contendere to a specified criminal act.
- 3. No person shall knowingly or intentionally, in a sexually oriented business, appear in a state of nudity.
- 4. No employee shall knowingly or intentionally, in a sexually oriented business, appear in a semi-nude condition unless the employee, while semi-nude, shall be and remain on a fixed stage at least six feet from all patrons and at least eighteen inches from the floor in a room of at least six hundred square feet.
- 5. No employee, who appears in a semi-nude condition in a sexually oriented business, shall knowingly or intentionally touch a patron or the clothing of a patron in a sexually oriented business.
- 6. A sexually oriented business, which exhibits on the premises, through any mechanical or electronic image-producing device, a film, video cassette, digital video disc, or other video reproduction, characterized by an emphasis on the display of specified sexual activities or specified anatomical areas shall comply with the following requirements:
 - (1) The interior of the premises shall be configured in such a manner that there is an unobstructed view from an operator's station of every area of the premises, including the interior of each viewing room but excluding restrooms, to which any patron is permitted access for any purpose;
- 39 (2) An operator's station shall not exceed thirty-two square feet 40 of floor area;
- (3) If the premises has two or more operator's stations designated, the interior of the premises shall be configured in such a manner that there is an unobstructed view of each area of the premises to which any patron is permitted access for any purpose from at least one of the operator's stations;
- 46 (4) The view required under this subsection shall be by direct 47 line of sight from the operator's station;
- 48 (5) It is the duty of the operator to ensure that at least one 49 employee is on duty and situated in an operator's station at all times

- that any patron is on the portion of the premises monitored by such 50 51 operator station; and
- 52(6) It shall be the duty of the operator and of any employees present on the premises to ensure that the view area specified in this 53subsection remains unobstructed by any doors, curtains, walls, 54merchandise, display racks, or other materials or enclosures at all 55 times that any patron is present on the premises. 56
- 7. Sexually oriented businesses that do not have stages or interior configurations which meet at least the minimum requirements 58 of sections 573.525 to 573.537 shall be given one hundred eighty days 59after the effective date of sections 573.525 to 573.537 to comply with the 60 stage and building requirements of sections 573.525 to 573.537. During 61 such one-hundred-eighty-day period, any employee who appears within 62view of any patron in a semi-nude condition shall remain, while semi-63 64 nude, at least six feet from all patrons.
- 65 8. No operator shall allow or permit a sexually oriented business to be or remain open between the hours of 12:00 midnight and 6:00 a.m. 66 67 on any day.
- 68 9. No person shall knowingly or intentionally sell, use, or 69 consume alcoholic beverages on the premises of a sexually oriented 70 business.
- 71 10. No person shall knowingly allow a person under the age of eighteen years on the premises of a sexually oriented business. 72

573.534. Sections 573.525 to 573.537 do not impose strict liability. Unless a culpable mental state is otherwise specified herein, a showing of a knowing or reckless mental state is necessary to establish a violation of sections 573.525 to 573.537. Notwithstanding any other provision of law to the contrary, for purposes of sections 573.525 to 573.537, an act by an employee shall be imputed to the sexually oriented business for purposes of finding a violation of sections 573.525 to 573.537 only if an officer, director, or general partner, or a person who managed, supervised, or controlled the operation of the business premises knowingly or recklessly allowed 10 such act to occur on the premises. It shall be a defense to liability that the person to whom liability is imputed was powerless to prevent the 1213 act.

573.537. 1. Any person, business, or entity violating or refusing

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to comply with any provision of sections 573.525 to 573.537 shall, upon conviction, be deemed guilty of a misdemeanor and shall be punished by imposition of a fine not to exceed five hundred dollars or by imprisonment for a period not to exceed ninety days, or both. Each day

6 that a violation is permitted to exist or occur, and each separate

occurrence shall constitute a separate offense.

2. Any premises, building, dwelling, or other structure in which a sexually oriented business is repeatedly operated or maintained in violation of sections 573.525 to 573.537 shall constitute a public nuisance and shall be subject to civil abatement proceedings initiated by the state in a court of competent jurisdiction. Each day that a violation is permitted to exist or occur shall constitute a separate operation or maintenance of the violation.

3. Notwithstanding the provisions of this section, the state may employ any remedy available at law or in equity to prevent or remedy a violation of any provision of sections 573.525 to 573.537.

573.540. Nothing in sections 573.525 to 573.537 shall preempt or prevent any political subdivision in this state from maintaining, enacting, or enforcing any local ordinance, rule, regulation, resolution, or similar law concerning the regulation of sexually oriented businesses or similar adult oriented businesses.

Section B. If any provision of sections 573.525 to 573.540 or the application thereof to anyone or to any circumstances is held invalid, the remainder of those sections and the application of such provisions to others or other circumstances shall not be affected thereby.

